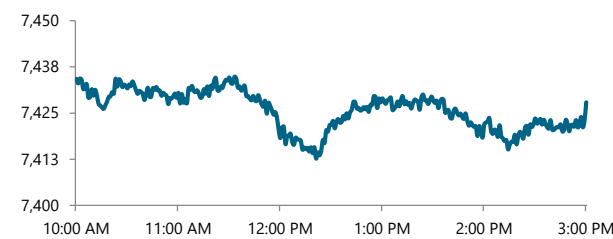


Daily Markets Overview

23 July 2020

TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,428	0.1	0.0	-11.5	21.1
Saudi (NOMUC)	8,269	0.1	1.1	15.2	32.8
Energy	5,037	0.0	-1.0	-7.5	20.2
Materials	4,628	0.1	-0.5	-10.4	NA
Capital Goods	4,204	1.2	2.3	-3.0	31.4
Com. & Prof. Svc	3,866	0.0	-1.6	-19.0	15.1
Transportation	3,925	-0.8	1.6	-10.7	23.8
Cons. Durables & Apparel	3,725	2.4	5.7	6.2	NA
Consumer Services	3,540	0.0	-0.3	-10.6	9.0
Media	7,334	-1.0	-1.6	-22.0	23.6
Retailing	6,827	0.8	-1.9	-11.3	NA
Food & Staples Retailing	9,363	0.0	0.8	41.5	NA
Food & Beverages	5,354	0.3	-0.2	23.0	43.6
Health Care Equipment	4,454	0.2	1.2	19.4	30.2
Pharma, Biotech & Life Science	4,004	0.2	-1.8	11.4	NA
Banks	6,422	-0.1	-0.3	-20.8	12.4
Diversified Financials	3,361	0.6	2.1	1.8	NA
Insurance	5,042	0.2	0.7	11.7	NA
Telecommunication	6,475	1.7	2.7	0.0	22.4
Utilities	3,452	-0.5	1.1	-21.5	NA
REITs	3,750	-0.2	-0.9	-10.7	20.4
Real Estate	2,717	0.0	2.0	-13.2	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Halwani Bros Co.	62.40	9.9%	35
Baazeem Trading Co.	58.00	9.9%	48
Astra Industrial Group	20.96	9.7%	50
Saudi Enaya Cooperative Insurance Co.	20.24	8.6%	84
Al Yamamah Steel Industries Co.	18.84	6.4%	50

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	vs. Consensus
STC	22-Jul	2Q20	2,724.0	-4%	1.36	NA
SAFCO	22-Jul	2Q20	359.8	-5%	0.86	NA
ARDCO	22-Jul	2Q20	54.6	9%	0.31	NA
MIS	22-Jul	2Q20	24.8	90%	1.24	NA
TAKWEEN	22-Jul	2Q20	10.0	177%	0.11	NA

Source: Tadawul

Saudi Market Update

- TASI closed 0.1% higher to 7,428 while NOMUC gained 0.1% to 8,269 on Wednesday. TASI traded value totaled SAR 6.1bn and averaged SAR 5.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 20.9% of the daily traded value.
- MSCI Emerging Markets closed 0.7% lower on Wednesday, trading at P/E (TTM) of 17.7x vs. 21.1x for TASI.
- Banks declined 0.1%, while Materials gained 0.1%. Telecom closed 1.7% higher. Cons. Durables & Apparel (up 2.4%) was the best performing sector. Among stocks, Halwani Bros Co. (6001/HB AB), Baazeem Trading Co. (9503/BAAZEEM AB), and Astra Industrial Group (1212/ASTRA AB), led the gainers.
- Moody's Investors Service stated that KSA's economy is expected to grow at an average rate of around 3% during 2021-24. It added that the country's credit strengths include a robust government balance sheet, moderate debt levels, as well as substantial fiscal and foreign currency buffers. (Source: Argaam)
- According to Minister of Finance, KSA will look to sell assets in sectors that were not previously considered for privatization, such as healthcare and education. The country could raise more than USD 50bn (SAR 188bn) over the next four to five years from these privatizations. (Source: Argaam)
- Saudi Telecom Co. (7010/STC AB) reported a marginal increase in net profit after Zakat and tax to SAR 5.6bn (USD 1.49bn) 1H20, compared to a net profit of SAR 5.59bn (USD 1.49bn) a year earlier, with 2.6% Gross Income increase Y/Y, and higher revenue. (Source: Argaam)
- Saudi Arabia Fertilizers Co. (2020/SAFCO AB) posted a net profit after Zakat and tax of SAR 663.3mn (USD 176mn) for 1H20, a decline of 7% Y/Y. The company attributed the decline to lower average selling prices and a reduction in profit share from Ibn Al-Baytar Company, despite higher sales volumes. (Source: Argaam)
- Arriyadh Development Co. (4150/ADCO AB) reported a net profit after Zakat and tax of SAR 89.7mn (USD 23.9mn) for 1H20, a slump of 3% Y/Y, driven by lower operating revenue, despite of higher profit share from associates. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Al-Omran Industrial Trading Co.	80.50	-8.9%	248
Arab Sea Information System Co.	52.30	-7.3%	292
Red Sea International Co.	15.30	-2.9%	27
Filing & Packing Materials Manufacturing Co.	43.60	-2.5%	29
Tourism Enterprise Co.	29.85	-1.8%	21

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Dar Alarkan Real Estate Development Co.	7.32	1.0%	384
Arab Sea Information System Co.	52.30	-7.3%	292
Al-Omran Industrial Trading Co.	80.50	-8.9%	248
Al Rajhi Bank	57.60	0.4%	183
The National Shipping Co of Saudi Arabia	37.65	-0.1%	165

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of July 22, 2020

(2) WTD: Week to Date and YTD: Year to Date

Daily Markets Overview

23 July 2020

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,065	-1.1	0.6	-25.3	7.0
Abu Dhabi (ADX)	4,262	0.1	-0.3	-16.0	13.8
Kuwait (KSE)	4,809	-0.8	-1.5	-13.9	25.0
Qatar (QE)	9,386	-0.1	0.8	-10.0	14.7
Oman (MSM)	3,522	1.3	2.1	-11.5	9.9
Bahrain (BSE)	1,293	-0.8	-0.7	-19.7	9.6
DJMENA Index	507	-0.4	-0.5	-16.3	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,276	0.6	1.6	1.4	23.8
US (NASDAQ 100)	10,706	0.2	1.9	19.3	NA
UK (FTSE 100)	6,207	-1.0	-1.3	-17.7	22.3
Germany (DAX)	13,104	-0.5	1.4	-1.1	24.8
France (CAC 40)	5,037	-1.3	-0.6	-15.7	20.2
Russia (MICEX)	2,835	0.3	2.2	-6.9	7.1
Japan (Nikkei)	22,752	-0.6	0.2	-3.8	27.8
Hong Kong (HSI)	25,058	-2.3	-0.1	-11.1	10.9
South Korea (KOSPI)	2,229	0.0	1.2	1.4	26.7
China (SHCOMP)	3,333	0.4	3.7	9.3	16.7
India (NIFTY)	11,133	-0.3	2.1	-8.5	24.7
Brazil (IBOV)	1,04,290	0.0	1.4	-9.8	39.2
Turkey (BIST 100)	1,18,080	0.0	-0.6	3.2	9.5
Egypt (EGX30)	10,460	-0.9	0.2	-25.1	10.4
MSCI Emerging Markets	1,078	-0.7	2.2	-3.3	17.7
MSCI World	2,328	0.3	1.5	-1.3	23.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	44.3	-0.1	2.7	-32.9	-30.6
Natural Gas (\$/mmbtu)	1.7	0.4	-2.2	-23.2	-31.9
Gold (\$/oz)	1,871	1.6	3.4	23.3	32.0
Silver (\$/oz)	23.0	7.9	19.0	28.8	40.2
Platinum (\$/oz)	924	4.7	10.0	-4.4	8.0
Copper (\$/t)	6,503	-0.6	0.7	5.8	9.4
Zinc (\$/t)	2,206	-1.3	1.5	-3.2	-9.2
Lead (\$/mt)	1,801	-0.7	-0.6	-6.4	-11.1
Wheat (\$/bu)	535	1.3	0.0	-4.3	1.3
Corn (\$/bu)	335	1.2	-1.5	-13.7	-20.0
Sugar (\$/lb)	11.9	1.6	1.1	-11.6	-11.6

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.26	0.00	-1.65	0.00
Saudi Arabia	0.94	0.00	-1.29	0.69
UAE	0.62	0.00	-1.58	0.37
Kuwait	1.56	0.00	-1.19	1.31
Qatar	1.16	0.07	-1.09	0.90
Bahrain	2.30	0.00	-0.37	2.04

Source: Reuters

NOTES:

(1) Prices updated as of July 22, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Wednesday. S&P 500 and NASDAQ gained 0.6% and 0.2%, respectively. Dow Jones Industrial increased 0.6%. In Europe, UK declined 1.0%. Germany and France closed 0.5% and 1.3% lower, respectively.
- Asian markets are trading mixed on Thursday. China and Japan are down 1.2% and 0.6%, respectively. South Korea is trading 1.0% lower. Hong Kong and India are trading 0.4% and 0.3%, higher respectively, in the morning session.
- GCC markets ended mixed on Wednesday. Dubai decreased 1.1%, while Abu Dhabi increased 0.1%. Kuwait and Qatar declined 0.8% and 0.1%, respectively. Oman closed 1.3% higher, while Bahrain closed 0.8%.
- According to US EIA Petroleum status report, crude oil inventories were up 4.9mn barrels (prior: -7.5mn barrels) for the week ended July 17. (Source: Trading Economics)
- According to S&P, companies in the Gulf, battered by low oil prices and the coronavirus crisis, are likely to delay investments this year as they manage costs and liquidity, cautioning a recovery would take at least a few quarters. (Source: Zawya)
- UAE-based Modon Properties has awarded the infrastructure development contracts for phases three and four of Riyadh City South worth AED 1.93bn (USD 525mn), in partnership with the Abu Dhabi Housing Authority. (Source: Trade Arabia)
- The Abu Dhabi National Oil Company (ADNOC) said it has signed a joint venture agreement with its holding company ADQ to create a new investment platform to fund and oversee the development of industrial projects within the planned Ruwais Derivatives Park, a key enabler of Adnoc Downstream's 2030 smart growth strategy and the UAE's chemicals and industrial growth strategy. (Source: Trade Arabia)
- Dubai Electricity and Water Authority (Dewa) stated the tunnelling operations have begun at its 250MW hydroelectric power station in Hatta, a first-of-its-kind project in the GCC region, being built at an investment of AED 1.42bn (SAR 1.45bn). (Source: Trade Arabia)
- UAE's Green Petrochem announced an expansion plan in the Hamriyah Free Zone to boost its storage capacity and meet the growing demand for its services. The company said the deal comes as part of its expansion strategy to augment its operations in the regional and international markets. (Source: Trade Arabia)

Coming Up

- US jobless claims for the week ended July 18 (prior: 1.3mn) will be announced today. (Source: Trading Economics)
- UK's Markit/CIPS Manufacturing PMI for July 2020 (prior: 50.1) will be announced on July 24. (Source: Trading Economics)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended July 24 (prior: 4.9mn barrels) will be announced on July 29. (Source: Trading Economics)

Daily Markets Overview

23 July 2020

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

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Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

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